2 3 4 5 6 7 8 9 UNITED STATES DISTRICT COURT 10 WESTERN DISTRICT OF WASHINGTON AT TACOMA 11 12 UNITED STATES OF AMERICA. 13 Plaintiff, No. C08-5184-RBL 14 BONNEVILLE HOT SPRINGS, INC. 15 d/b/a BONNEVILLE HOT SPRINGS RESORT; PIRFIL ("PETE) CONSENT DECREE 16 CAM: and ELENA CAM. 17 Defendant. 18 19 20 WHEREAS, the Plaintiff, the United States of America, on behalf of the United States Forest 21 Service and Army Corps of Engineers ("the Corps"), filed the Complaint herein against 22 Defendants Bonneville Hot Springs, Inc. d/b/a Bonneville Hot Springs Resort, Pirfil ("Pete") 23 Cam and Elena Cam (collectively, "Defendants"), alleging that Defendants violated Sections 24 301(a) and 404 of the Clean Water Act ("CWA"), 33 U.S.C. § 1311(a) and committed trespass, 25 in violation of state law; 26 WHEREAS, the Complaint alleges that Defendants violated CWA Section 301(a) by 27 discharging dredged or fill material and/or controlling and directing the discharge of dredged or

fill material into waters of the United States adjacent to Defendant Bonneville Hot Springs

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Resort located in Skamania County, Washington (the "Site") and more fully described in the Complaint, without authorization by the Corps;

WHEREAS, the Complaint alleges that Defendants violated and continued to violate CWA Section 404 by placing or allowing fill material to be placed in waters of the United States and by altering the course of a stream, and causing sediment pollution in nearby waterways, as more fully described in the Complaint, without authorization by the Corps;

WHEREAS, the Complaint seeks (1) to enjoin the discharge of pollutants into waters of the United States in violation of CWA Sections 301(a) and 404, 33 U.S.C. § 1311(a); (2) to require Defendants, at their own expense and at the direction of the Corps and the United States Forest Service ("USFS"), to restore and/or mitigate the damages caused by their unlawful activities; (3) to require Defendants to pay civil penalties as provided in 33 U.S.C. § 1319(d); and (4) remedies for past trespass and enjoin future trespass on National Forest Service ("NFS") land.

WHEREAS, this Consent Decree is intended to constitute a complete and final settlement of the United States' claims under the CWA and state trespass provisions set forth in the Complaint regarding the Site;

WHEREAS, the United States and Defendants agree that settlement of this case is in the public interest and that entry of this Consent Decree is the most appropriate means of resolving the United States' claims under the CWA and state trespass provisions against Defendants in this case; and

WHEREAS, the Court finds that this Consent Decree is a reasonable and fair settlement of the United States' claims against Defendants in this case, and that this Consent Decree adequately protects the public interest in accordance with the CWA and all other applicable federal law.

THEREFORE, before the taking of any testimony upon the pleadings, without further adjudication of any issue of fact or law, and upon consent of the parties hereto by their authorized representatives, it is hereby ORDERED, ADJUDGED and DECREED as follows:

#### 1. JURISDICTION AND VENUE

1. This Court has jurisdiction over the subject matter of these actions and over the parties pursuant to 28 U.S.C. §§ 1331, 1345, and 1355, and Section 309(b) of the CWA, 33

2. Venue is proper in the Western of Washington, pursuant to CWA Section 309(b), 33 U.S.C. § 1319(b), and 28 U.S.C. §§ 1391(b) and (c), and 1395(a) because the Defendants conduct business in this District, the Site is located in this District, and the causes of action alleged herein arose in this District.

The Complaint states claims upon which relief can be granted pursuant to Sections 301,
 and 404 of the CWA, 33 U.S.C. §§ 1311, 1319 and 1344.

### II. APPLICABILITY

- 4. The obligations of this Consent Decree shall apply to and be binding upon Defendants, their officers, directors, agents, employees and servants, and their successors and assigns and any person, firm, association or corporation who is, or will be, acting in concert or participation with any of the Defendants whether or not such person has notice of this Consent Decree. In any action to enforce this Consent Decree against a Defendant, the Defendant shall not raise as a defense the failure of any of its officers, directors, agents, employees, successors or assigns or any person, firm or corporation acting in concert or participation with the Defendant, to take any actions necessary to comply with the provisions hereof.
- 5. The transfer of ownership or other interest with regards to Defendants' parcel of the Restoration Sites (as described in Appendix A appended hereto and incorporated herein by reference) shall not alter or relieve any Defendants of their obligation to comply with all of the terms of this Consent Decree. At least fifteen (15) days prior to Defendants' transfer of ownership or other interest in the Restoration Site, the party making such transfer shall provide written notice and a true copy of this Consent Decree to its successors in interest and shall simultaneously notify the Corps and the United States Department of Justice at the addresses specified in Section IX below that such notice has been given. As a condition to any such transfer, the Defendant making the transfer shall reserve all rights necessary to comply with the terms of this Consent Decree.

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#### III. SCOPE OF CONSENT DECREE

- 6. This Consent Decree shall constitute a complete and final settlement of all civil claims alleged in the Complaint against the Defendants.
- 7. It is the express purpose of the parties in entering this Consent Decree to further the objectives set forth in CWA Section 101, 33 U.S.C. § 1251. All plans, studies, construction, remedial maintenance, monitoring programs, and other obligations in this Consent Decree or resulting from the activities required by this Consent Decree shall have the objective of causing Defendants to achieve and maintain full compliance with, and to further the purposes of, the CWA.
  - 8. Defendants' obligations under this Consent Decree are joint and several.
- 9. Except as in accordance with this Consent Decree, Defendants and Defendants' agents, successors and assigns are enjoined from discharging any pollutant into waters of the United States, unless such discharge complies with the provisions of the CWA and its implementing regulations.
- 10. The parties acknowledge that Nationwide Permit 32 (72 Fed. Reg. 11092-98)

  (March 21, 2007) (as clarified by 72 Fed. Reg. 26082-83) (May 8, 2007), authorizes the discharge of dredged or fill material insofar as such discharge is necessary to complete the work required to be performed pursuant to this Consent Decree. Any such discharge of dredged or fill material necessary for work required by this Consent Decree shall be subject to the conditions of the Nationwide Permit and this Consent Decree.
- 11. This Consent Decree is not and shall not be interpreted to be a permit or modification of any existing permit issued pursuant to Sections 402 or 404 of the CWA, 33 U.S.C. §§ 1342 or 1344, or any other law. Nothing in this Consent Decree shall limit the ability of the Corps to issue, modify, suspend, revoke or deny any individual permit or any nationwide or regional general permit, nor shall this Consent Decree limit the Corps' ability to exercise its authority pursuant to Section 404(c) of the CWA, 33 U.S.C. § 1344(c).
- 12. This Consent Decree in no way affects or relieves Defendants of their responsibility to comply with any applicable federal, state, or local law, regulation or permit.

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- 13. This Consent Decree in no way affects the rights of the United States as against any person not a party to this Consent Decree.
- 14. The United States reserves any and all legal and equitable remedies available to enforce the provisions of this Consent Decree and applicable law.
- 15. Nothing in this Consent Decree shall constitute an admission of fact or law by any party.

#### IV. SPECIFIC PROVISIONS

#### CIVIL PENALTIES

- iő. Defendants shall pay a civil penalty to the United States, in two equal installments, in the total amount of Thirty Thousand Dollars (\$30,000). Defendants shall pay the first installment no later than thirty (30) days after entry of this consent decree by the Court. Defendants shall pay the second installment no later than thirty (30) days after the United States Forest Service and the Corps collectively deem the mitigation requirements included in the Statement of Defendants' Responsibilities and the related Wetlands Mitigation Plan complete. The United States Forest Service and the Corps will notify the Defendants of the completion of the mitigation requirements in writing. This notification will be sent in writing promptly to the Defendants' address included in Section IX of this document
- Defendants shall make the above-referenced payment by FedWire Electronic Funds Transfer ("EFT" or wire transfer) to the U.S. Department of Justice account in accordance with instructions provided to the Defendants by the Financial Litigation Unit of the United States Attorney's Office for the Western District of Washington and referencing Case Number 08-5184. Any payments received by the Department of Justice after 4:00 P.M. (Eastern Time) will be credited on the next business day.
- 18. Upon payment of the civil penalty required by this Consent Decree, Defendants shall provide written notice, at the addresses specified in Section IX of this Consent Decree, that such payment was made in accordance with Paragraph 17.
- 19. Civil penalty payments pursuant to this Consent Decree (including stipulated penalty payments under Section VIII) are penalties within the meaning of Section 162(f) of the Internal

Revenue Code, 26 U.S.C. § 162(f), or of 26 C.F.R. § 1.162-21 and are not tax deductible expenditures for purposes of federal law.

# RESTORATION, MITIGATION AND PRESERVATION

20. The Defendants will assume responsibilities as specifically prescribed and described in Appendix A, Statement of Defendants' Responsibilities and related documents appended hereto and incorporated herein by reference.

# V. <u>NOTICES AND OTHER SUBMISSIONS</u>

- 21. Within 30 days after the deadline for completing any task set forth in Appendix A of this Consent Decree, Defendants shall provide the United States with written notice, at the addresses specified in Section IX of this Consent Decree, of whether or not that task has been completed.
- 22. If the required task has been completed, the notice shall specify the date when it was completed, and explain the reasons for any delay in completion beyond the scheduled time for such completion required by the Consent Decree.
- 23. In all notices, documents or reports submitted to the United States pursuant to this Consent Decree, the Defendants shall, by their own signature or by the signature of a senior management official, certify such notices, documents and reports as follows:

I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering such information, the information submitted is, to the best of my knowledge and belief, true, accurate and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

# VI. RETENTION OF RECORDS AND RIGHT OF ENTRY

24. Until three (3) years after entry of this Consent Decree, Defendants shall preserve and retain all records and documents now in their possession or control or which come into their possession or control that relate in any manner to the performance of the tasks in Appendix A, regardless of any corporate retention policy to the contrary. Until three (3) years after entry of this Consent Decree, Defendants shall also instruct their contractors and agents to preserve all documents, records, and information of whatever kind, nature or description relating to the

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25. At the conclusion of the document retention period, Defendants shall notify the United States at least 90 days prior to the destruction of any such records or documents, and, upon request by the United States, Defendants shall deliver any such records or documents to the Corps. The Defendants may assert that certain documents, records and other information are privileged under the attorney-client privilege or any other privilege recognized by federal law. If the Defendants assert such a privilege, they shall provide the United States with the following:

(1) the title of the document, record, or information; (2) the date of the document, record, or information; (3) the name and title of the author of the document, record, or information; (4) the name and title of each addressee and recipient; (5) a description of the subject of the document, record, or information; and (6) the privilege asserted by Defendants. However, no documents, reports or other information created or generated pursuant to the requirements of the Consent Decree shall be withheld on the grounds that they are privileged.

- 26. A. Until termination of this Consent Decree, the United States and its authorized representatives and contractors shall have authority at all reasonable times to enter the Defendants' premises to:
  - 1) Monitor the activities required by this Consent Decree;
  - 2) Verify any data or information submitted to the United States;
  - 3) Obtain samples;
  - 4) Inspect and evaluate Defendants' restoration and/or mitigation activities; and
  - Inspect and review any records required to be kept under the terms and conditions of this Consent Decree and the CWA.
- B. This provision of this Consent Decree is in addition to, and in no way limits or otherwise affects, the statutory authorities of the United States to conduct inspections, to require monitoring and to obtain information from the Defendants as authorized by law.

### VI. DISPUTE RESOLUTION

27. Any dispute that arises with respect to the meaning or requirements of this Consent

- 28. If the United States believes that a dispute is not a good faith dispute, or that a delay would pose or increase a threat of harm to the public or the environment, it may move the Court for a resolution of the dispute prior to the expiration of the thirty (30) day period for informal negotiations. The Defendants shall have fourteen (14) days to respond to the motion and propose an alternate resolution. In resolving any such dispute, the Defendants shall bear the burden of proving by a preponderance of the evidence that the United States' position is not in accordance with the objectives of this Consent Decree, and that the Defendants' position will achieve compliance with the terms and conditions of this Consent Decree and the CWA.
- 29. The filing of a motion asking the Court to resolve a dispute shall not extend or postpone any obligation of Defendants under this Consent Decree, except as provided in Paragraph 39 below regarding payment of stipulated penalties.

# VIL FORCE MAJEURE

30. Defendants shall perform the actions required under this Decree within the time limits set forth or approved herein, unless the performance is prevented or delayed solely by events

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which constitute a Force Majeure event. A Force Majeure event is defined as any event arising from causes beyond the control of Defendants, including their employees, agents, consultants and contractors, which could not be overcome by due diligence and which delays or prevents the performance of an action required by this Consent Decree within the specified time period. A Force Majeure event does not include, inter alia, increased costs of performance, changed economic circumstances, changed labor relations, normal precipitation or climate events, changed circumstances arising out of the sale, lease or other transfer or conveyance of title or ownership or possession of a site, or failure to obtain federal, state or local permits.

- 31. If Defendants believe that a Force Majeure event has affected Defendants' ability to perform any action required under this Consent Decree, Defendants shall notify the United States in writing within seven (7) calendar days after the event at the addresses listed in Section IX. Such notice shall include a discussion of the following:
  - A. what action has been affected;
  - B. the specific cause(s) of the delay;
  - C. the length or estimated duration of the delay; and
- D. any measures taken or planned by the Defendants to prevent or minimize the delay and a schedule for the implementation of such measures.

  Defendants may also provide to the United States any additional information that they deem appropriate to support their conclusion that a Force Majeure event has affected their ability to perform an action required under this Consent Decree. Failure to provide timely and complete notification to the United States shall constitute a waiver of any claim of Force Majeure as to the event in question.
- 32. If the United States determines that the conditions constitute a Force Majeure event, then the deadline for the affected action shall be extended by the amount of time of the delay caused by the Force Majeure event. Defendants shall coordinate with the Corps to determine when to begin or resume the operations that had been affected by any Force Majeure event.
- 33. If the parties are unable to agree whether the conditions constitute a Force Majeure event, or whether the length of time for fulfilling the provision of the Consent Decree at issue

should be extended, any party may seek a resolution of the dispute under the procedures in Section VI of this Consent Decree.

34. Defendants shall bear the burden of preving: (1) that the noncompliance at issue was caused by circumstances entirely beyond the control of Defendants and any entity controlled by Defendants, including their contractors and consultants; (2) that Defendants or any entity controlled by Defendants could not have foreseen and prevented such noncompliance; and (3) the number of days of noncompliance that were caused by such circumstances.

# VIII. STIPULATED PENALTIES

- 35. After entry of this Consent Decree, if Defendants fail to timely fulfill any requirement of the Consent Decree (including Appendix A and related documents), the Defendants shall pay a stipulated penalty to the United States for each violation of each requirement of this Consent Decree as follows:
  - A. For Day 1 up to and including \$5,000.00 per day Day 30 of non-compliance
  - B. For Day 31 up to and including \$10,000.00 per day 60 of non-compliance
  - C. For Day 61 and beyond \$15,000.00 per day of non-compliance

Such payments shall be made without demand by the United States on or before the last day of the month following the month in which the stipulated penalty accrued.

- 36. Any disputes concerning the amount of stipulated penalties, or the underlying violation that gives rise to the stipulated penalties, that cannot be resolved by the parties pursuant to the Dispute Resolution provisions in Section VI and/or the Force Majeure provisions in Section VII shall be resolved upon motion to this Court as provided in Paragraphs 27 and 28.
- 37. The filing of a motion requesting that the Court resolve a dispute shall stay
  Defendants' obligation to pay any stipulated penalties with respect to the disputed matter pending
  resolution of the dispute. Notwithstanding the stay of payment, stipulated penalties shall
  continue to accrue from the first day of any failure or refusal to comply with any term or
  condition of this Consent Decree. In the event that Defendants do not prevail on the disputed
  issue, stipulated penalties shall be paid by Defendants as provided in this Section.

- 38. To the extent Defendants demonstrate to the Court that a delay or other noncompliance was due to a Force Majeure event (as defined in Paragraph 30 above) or otherwise
  prevail on the disputed issue, the Court shall excuse the stipulated penalties for that delay or noncompliance.
- 39. In the event that a stipulated penalty payment is applicable and not made on time, interest will be charged in accordance with the statutory judgment interest rate provided for in 28 U.S.C. § 1961. The interest shall be computed daily from the time the payment is due until the date the payment is made. The interest shall also be compounded annually.
- 40. Defendants shall make any payment of a stipulated penalty by FedWire Electronic Funds Transfer ("EFT" or wire transfer) to the U.S. Department of Justice account in accordance with current electronic funds transfer procedures, referencing Case Number 08-5184. Payment shall be made in accordance with instructions provided to the Defendants by the Financial Litigation Unit of the United States Attorney's Office for the Western District of Washington. Any payments received by the Department of Justice after 4:00 P.M. (Eastern Time) will be credited on the next business day: Further, upon payment of any stipulated penalties, Defendants shall provide written notice, at the addresses specified in Section IX of this Decree.

### IX. ADDRESSES

41. All notices and communications required under this Consent Decree shall be made to the parties through each of the following persons and addressed listed below. Notices submitted pursuant to this Section shall be deemed submitted upon mailing unless otherwise provided for in this Consent Decree or by the mutual written agreement of the parties. Any party may, by written notice to the other party, change its designated notice recipient or notice address provided above.

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#### A. TO THE ARMY CORPS OF ENGINEERS:

 (1) Siri Nelson
District Counsel
United States Army Corps of Engineers
P.O. Box 3755
Seattle, WA 98124

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3	2108 Grand Boulevard Vancouver, WA 98661
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5	B. TO THE UNITED STATES DEPARTMENT OF JUSTICE
6	Harold Malkin Kayla Stahman
7	United States Attorneys Office Western District of Washington
8	700 Stewart St., Suite 5220 Seattle, WA 98101-1271
9	
10	Russell Young Assistant Chief, Environmental Defense Section
11	Environment and Natural Resources Division U.S. Department of Justice
12	P.O. Box 23986 Washington, D.C. 20026-3986
13	
14	C. TO THE FOREST SERVICE
15	Michael B. Trow United States Department of Agriculture
	Office of the General Counsel 1220 Southwest 3rd Ave.
16	1734 Federal Building Portland, OR 97204
17	Pam Campbell
18	United States Department of Agriculture Forest Service
19	Columbia River Gorge National Scenic Area 902 Wasco Street, Suite 200
20	Hood River, OR 97031
21	D. <u>TO DEFENDANTS</u> :
22	Bonneville Hot Springs d/b/a Bonneville Hot Springs Resort
23	Pirfil ("Pete") Cam Elena Cam
24	1252 East Cascade Drive North Bonneville, WA 98639
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26	X. COSTS OF SUIT  42. Each party to this Consent Decree shall hear its council and attended to the second of the s
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28	action. Should Defendants subsequently be determined by the Court to have violated the terms
	or conditions of this Consent Decree, Defendants shall be liable for any costs or attorneys' fees

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incurred by the United States in any action against Defendants for noncompliance with or enforcement of this Consent Decree.

#### XI. PUBLIC COMMENT

43. The parties acknowledge that after the lodging and before the entry of this Consent Decree, final approval by the United States is subject to the requirements of 28 C.F.R. § 50.7, which provides for public notice and comment. The United States reserves the right to withhold or withdraw its consent to the entry of this Consent Decree if the comments received disclose facts which lead the United States to conclude that the proposed judgment is inappropriate, improper, or inadequate. The Defendants agree not to withdraw from, oppose entry of, or to challenge any provision of this Consent Decree, unless the United States has notified the Defendants in writing that it no longer supports entry of the Consent Decree.

#### XII. CONTINUING JURISDICTION OF THE COURT

44. This Court shall retain jurisdiction over this action in order to enforce or modify the Consent Decree consistent with applicable law or to resolve all disputes arising hereunder as may be necessary or appropriate for construction or execution of this Consent Decree. During the pendency of the Consent Decree, any party may apply to the Court for any relief necessary to construe and effectuate the Consent Decree.

# XIII. MODIFICATION

45. Upon its entry by the Court, this Consent Decree shall have the force and effect of a final judgment. Any modification of this Consent Decree shall be in writing, and shall not take effect unless signed by both the United States and the Defendants and approved by the Court.

### XIV. SIGNATORY

- 46. The undersigned representative of Bonneville Hot Springs Inc., d/b/a Bonneville Hot Springs Resort certifies that he or she is authorized to enter into this Consent Decree and to execute and legally bind Bonneville Hot Springs Inc., to the terms and conditions of this Consent Decree and meets the requirements for authorize signatory found in 40 C.F.R. § 122.22.
- All signatories to this Consent Decree have reviewed and considered the substance of this Decree and have reviewed the Decree with counsel. As such, Defendants hereby agree not to

ı	oppose entry of the Consent Decree by this Court or challenge any provision of this Consent
2	Decree.
3	XV. <u>TERMINATION</u>
4	48. Except for Paragraph 20, this Consent Decree may be terminated by either of the
5	following:
6	A. Defendants and the United States may at any time make a joint motion to the
7	Court for termination of this Decree or any portion of it; or
8	B. Defendants may make a unilateral motion to the Court to terminate this Decree after
9	each of the following has occurred:
10	<ol> <li>Defendants have obtained and maintained compliance with all</li> </ol>
11	provisions of this Consent Decree and the CWA for three (3) consecutive
12	years;
13	<ol><li>Defendants have paid all penalties and other monetary obligations hereunder</li></ol>
14	and no penalties or other monetary obligations are outstanding or owed to the United States;
15	<ol> <li>Defendant's have certified compliance pursuant to subparagraphs 1 and 2 above</li> </ol>
16	to the Court and all Parties; and
17	<ol> <li>The United States shall notify Defendants within forty-five (45) days of</li> </ol>
18	receiving such certification from the Defendants either that the United States objects to the
19	request to terminate or that it does not object to the termination of the Consent Decree. If the
20	Corps or USFS disputes Defendant's full compliance with the Consent Decree and related
21	documents, this Consent Decree shall remain in effect pending resolution of the dispute by
22	the Parties or the Court.
23	IT IS SO ORDERED.
24	Dated and entered this day of, 2008.
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28	United States District Judge

1	1 PRESENTED ON BEHALF OF THE	inited States:
	DATED thisday of July, 2608. IE	KPRHY C. BULLIVAN olind States Attomby
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7		YLA STABLAN, CARA 2293) Guinet United States Alterney
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14	I la	inet Connect.  Ind States Army Carps of Engineers
16	. P.S. Soki	Box 3755 Ma, WA 98124
17	PRESENTED ON BEHALF OF THE DE	FENDANTS.
10	DATED thisday of July, 2008.	
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### APPENDIX A: STATEMENT OF DEFENDANTS' RESPONSIBILITIES

#### **General Terms and Conditions**

- 1. The properties covered by this Agreement ("Restoration Site") are as follows:
  - Longview Fibre: T.2N, R.7E, sec. 16, Tax Lot 201
  - Cams: T.2N, R.7E, sec. 16, Tax Lot 200
  - United States (National Forest System): T.2N, R.7E, sec. 16, Tax Lot 202
  - All three parcels are subject to a Williams Northwest Pipeline ("Williams") easement.
- 2. Pirfil Cam ("Cam"), Elena Cam, and Bonneville Hot Springs Inc., d/b/a Bonneville Hot Springs Resort (collectively "Cams") will defend and indemnify and hold harmless the United States, including the United States Forest Service ("USFS"), against any and all liability, claims, suits, losses, costs and legal fees caused by, and arising out of, or resulting from the Consent Decree and the related Statement of Defendants' Responsibilities.
- 3. All contractors hired by Cam for restoration work are required to indemnify the United States against any liability for damage to life or property arising from the occupancy or use of National Forest System Lands. Said contractor(s) are required to have the insurance company name the *United States Government* (Forest Service) as an additionally insured party. Any exclusions listed on the Certificate of Insurance shall not include any of the activities covered under the Consent Decree or Statement of Defendants' Responsibilities. The required minimum coverage shall be \$1,000,000 Combined Single Limit. The following additional insured clauses shall be shown in verbatim on the face of the Certificate of Insurance or Binder and as a clause or an endorsement in the insurance policy:
  - "It is understood and agreed that the United States Government is additional insured solely as respects liability arising from operations of the named insured."

"It is understood and agreed that the coverage under this policy will not be changed or its provisions changed or deleted before thirty (30) days written notice to the:

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United States Government, c/o Columbia River Gorge National Scenic Area 902 Wasco, Suite 200 Hood River, OR 97031 ATTN: Pam Campbell"

United States Government, c/o USDA Forest Service, shall be listed in the certificate holder box. A Certificate of Insurance and Endorsement of Additional Insured must be provided to the Forest Service and found to be acceptable before field work can be initiated.

- 4. The USFS will retain final review and approval authority on all contractors, contractor qualifications, work methods, and final acceptance of all work. Such approval will not be unreasonably withheld or delayed.
- 5. The Cams, current or former employees of the Cams, or relatives of the Cams shall not be allowed to perform work or to direct the performance of work specified in the Consent Decree, the Statement of Defendants' Responsibilities and related documents including the Revised Wetland Mitigation Plan ("Mitigation Plan").
- 6. The Revised Mitigation Plan dated July 29, 2005, and prepared by The Resource Company Inc. is hereby amended to adopt all changes as indicated in the letter dated January 5, 2006, from the USFS to Pete Cam, and shall hereafter be referred to as the Mitigation Plan. The scope of work in the Mitigation Plan will be updated with the 2008 General Work Schedule, as attached to this document. Should delays associated with settlement of this matter, outside the control of the Cams, make it impossible to comply with the 2008 General Work Schedule, the Cams will be required to comply with the 2009 General Work Schedule. Both documents are attached to this statement. Since the Mitigation Plan, in general, is outdated and conditions have changed, and because it was not developed to include mitigation work on private land, the Mitigation Plan will be used *only* as a guideline. USFS personnel retain the right to make any changes to the Mitigation Plan determined to be necessary before or during implementation

of the mitigation work. Such changes will be limited to those required due to the passage of time since the Mitigation Plan was developed, those previously unknown or undiscovered unauthorized activities that threaten overall restoration goals, and to address unintended consequences resulting from heavy equipment operations in sensitive habitat areas.

- 7. Resolution of any discrepancies or conflicts among the Consent Decree and related Statement of Defendants' Responsibilities and all other documents directing or controlling restoration work such as the Mitigation Plan and state and local requirements/permits will be decided by the USFS and will generally favor a course of action that best complies with state, local and federal law and one that is determined to be most beneficial to the restoration goals.
- 8. Where USFS personnel are specified in the Consent Decree, the Statement of Defendants' Responsibilities and related documents including the Mitigation Plan, United States Army Corps of Engineers ("Corps") employees have equal authority in regards to access, oversight, and changes to work specifications contained in the Consent Decree and related Statement of Defendants' Responsibilities, but any changes to work specifications shall be consistent with instructions or directions provided by USFS personnel.

# The Cams Responsibilities

1. The Cams will obtain all necessary permit(s) for performance of work specified in the Consent Decree and related Statement of Defendants' Responsibilities, including work to be done on all three subject parcels. The United States will facilitate application of the permits to the extent necessary and reasonable. Required permits may include but are not limited to: (1) a Shoreline Management Act Permit from Skamania County; (2) a Hydraulic Project Approval from Washington State Department of Fish and Wildlife; and (3) Use Authorizations

- for State-Owned Aquatic Lands from the Department of Natural Resources. A Joint Aquatic Resources Permit Application can be used to apply for most of these permits. Help in determining permitting requirements can be obtained from the Washington State Office of Regulatory Assistance at 800-917-0043 or by internet at www.ora.wa.gov/permithelp/default.asp. All requirements specified in said permit(s) must be complied with during implementation of all mitigation work.
- The Cams will comply with all terms and conditions of North Bonneville
   Municipal Code 2110 Resource Lands and Critical Areas Protection for those restoration areas falling within the North Bonneville Urban Area.
- 3. The Cams will sign the Consistency Review Application within one (1) week of being requested to do so by the USFS, fax the signed copy to Pam Campbell at 541-386-1916 the same day, and mail the original signature page to the Columbia River Gorge National Scenic Area. The Cams will also comply with all requirements specified in the Consistency Determination for National Forest System ("NFS") land obtained from the Forest Service and the Consistency Determination for private land obtained from Skamania County.
- 4. The Cams will ensure completion of all required actions in accordance with the 2008 General Work Schedule provided by USFS personnel and attached to this Statement of Defendants' Responsibilities made part hereof. Subject to Paragraph Six (6) of the General Terms and Conditions of this document, scheduled dates are not negotiable and compliance with completion dates is mandatory. Should delays associated with settlement of this matter, outside the control of the Cams, make it impossible to comply with the 2008 General Work Schedule, the Cams will be required to comply with the 2009 General Work Schedule.
- All of the activities on NFS land shall be completed in accordance with all
  measures identified in the Decision and Consistency Determination for Greenleaf

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Creek Wetland Restoration near North Bonneville, WA dated January 2, 2008, number CD-07-07-G.

- 6. The activities must also comply with any additional requirements imposed by Williams for mitigation work occurring within the Williams easement area, and Longview Fibre Paper and Packaging, Inc. ("Longview Fibre") for work performed on land under their ownership.
- 7. The Cams must record a deed restriction with Skamania County prohibiting any future disturbance to wetland or other aquatic resources on land owned by the Cams on which mitigation work was performed under the Consent Decree and related Statement of Defendants' Responsibilities. The deed restriction shall include a metes and bounds legal description of the wetland area ("Wetland Survey Map") developed by a professional land surveyor licensed in the State of Washington, and a wetland survey map. The Cams must file this Deed Restriction of record with the County Clerk of Skamania County, Washington within six (6) months after the United States Forest Service and the Corps collectively notify the Cams in writing that the mitigation requirements included in the Consent Decree, Statement of Defendants' Responsibilities and related documents including the Mitigation Plan are complete. This notification will be sent in writing promptly to the Cams's address included in Section IX of the related Consent Decree. The Cams must provide a copy of the recorded Deed Restriction to the USFS, Columbia River Gorge National Scenic Area, within 30 days of filing. The required deed restriction is attached to this document. To ensure accuracy, language in the deed restriction must be reviewed and approved by USFS personnel prior to recording.
- 8. The Cams must pay to re-establish the surveyed boundary line between the Cams property and NFS land. This line was initially established by a Bureau of Land Management survey in 2003 and subsequently disturbed by the Cams's continued.

- activities. This line is to be re-established by a qualified surveyor licensed in the State of Washington. The line is to be demarcated by placement of carsonite boundary markers and location and reestablishment of any federally established survey pins that have been disturbed. Any effort to mask the carsonite boundary signs with vegetation must take place fully on land owned by the Cams and must not result in any disturbance to the signs.
- 9. The Cams will reimburse the United States \$7,500 for the cost of the boundary line survey and posting of the surveyed boundary line. This line was initially established by a Bureau of Land Management survey in 2003 and subsequently disturbed by the Cams's continued activities. This payment will be due no later than thirty (30) days after the USFS and the Corps collectively notify the Cams in writing that the mitigation requirements included in the Consent Decree, Statement of Defendants' Responsibilities and related documents including the Mitigation Plan are complete. This notification will be sent in writing promptly to the Cams's address included in Section IX of the related Consent Decree.
- 10. The Cams must arrange for the removal all sod and non-native grasses planted/seeded on NFS land. Following removal, the Cams must decompact the ground surface and replant the area as specified in the Mitigation Plan.
- 11. The Cams must arrange for the removal of all landscape trees and shrubs planted on NFS land and any associated landscaping such as artificially placed rock(s) or other hardscape.
- 12. The Cams must arrange for removal and/or modification of any and all drainpipe that may be having a negative effect on the beneficial function of the wetland as determined by a qualified professional. The Cams must also arrange for removal of all drainpipe placed on NFS land on the steep hillside north of the Resort.
- 13. The Cams must hire a contractor certified by the State of Washington for herbicide application to apply the initial two herbicide applications in an area to

- be delineated by USFS personnel. The USFS will specify the type, amount, application method and concentration of herbicide to be applied to NFS land. Herbicide applications may be used with other weed controls methods such as scalping at USFS discretion.
- 14. The Cams will hire a qualified specialist approved by USFS personnel to oversee all aspects of the restoration work. This includes but is not limited to: (1) determining the extent of the original wetland; (2) determining the depth of fill to be removed by utilizing a professionally recognized method; (3) treatment and/or appropriate disposal of any additional fill or improvement(s) not described in the Mitigation Plan; (4) directing the mechanized equipment; (5) field level implementation coordination with Williams and Longview Fibre; and (6) oversight of all planting and invasive plant control activities, all to achieve the outcomes specified in the Consent Decree and related Statement of Responsibilities of Defendants' and in the Mitigation Plan and general work schedule. The depth of fill is variable throughout the wetlands and must be removed as close to original contours as possible to ensure the success of the restoration work.
- 15. The Cams will propose several contractors to USFS. USFS may reject the proposed contractors for any reason. Should USFS decline to choose any of the Cams's proposed contractors the Cams will select and hire a contractor from a list provided by USFS personnel to perform all mitigation work requiring the use of heavy equipment. If a qualified contractor cannot be reached between Cams and USFS personnel, selection of a contractor will be made by USFS personnel and Cams will assume all costs associated with retaining the contractor for the specified work.
- 16. Contractors will ensure all heavy equipment is weed free and in sound operating condition free of leaks or other sources of potential contaminants prior to entering the work site.

17. Replanting of the wetland will be in accordance with the Mitigation Plan. No planting shall occur until the excavation of fill in the wetland has been inspected and accepted by USFS personnel. Modifications of the planting plan must be approved by USFS personnel.

- 18. If monitoring, as specified in the Mitigation Plan, indicates further action is needed within (3) three years of completion of the restoration work, the Cams agrees to complete the necessary work but only after receiving written approval to enter onto NFS land for such specified purposes and under the supervision of USFS personnel on site unless otherwise agreed. The Cams shall not enter onto the restored portion of NFS land for any purpose without the express written permission of USFS personnel, nor shall any work be conducted without USFS personnel at the site unless otherwise agreed. Required actions under this item are limited to those specified in the Mitigation Plan including monitoring and maintenance requirements as specified in the Mitigation Plan are limited to trash removal, erosion control, plan mortality, and invasion of undesirable plant species.
- 19. The Cams will allow access to the work site for all equipment and personnel across any and all property owned by the Cams as deemed appropriate and necessary by USFS personnel. Advance notice of heavy equipment move in/out will be provided to the Cams. Operation of heavy equipment will be limited to Monday through Friday from 8:00 a.m. to 7:00 p.m. unless otherwise agreed.

# **DEED RESTRICTION**

Pirfil ("Pete") Cam and Elena Cam (also "Owner") are the owners of the real property more particularly described and shown in Exhibit "A" (hereinafter the "Property") attached hereto and made a part hereof. The Property is also referenced in "The Revised Mitigation Plan for Bonneville Hot Springs Project dated July 29, 2005 as amended." One of the conditions of the Consent Decree between the United States and Bonneville Hot Springs Inc., Pirfil ("Pete") Cam and Elena Cam requires restrictions be placed on the deed for the Property for the purpose of providing compensation for adverse impacts to waters of the United States. The intent of this document is to assure that the Property will be retained and maintained forever predominantly in the natural vegetative and hydrologic condition described in success criteria of the Mitigation Plan. Activities, which may, in the future, be conducted within the Property that will affect the vegetative and or hydrologic conditions outlined in the success criteria of the Mitigation Plan, must be coordinated with and approved by the United States Army Corps of Engineers ("USACE"), prior to initiation.

The parties to this agreement include the Property owner(s) who by their signature accept the third-party rights of enforcement herein and agree that the deed restrictions will be subject to the following conditions:

### 1) Property Description

(Applicant) will provide as Attachment A-1:

- a) On-site photographs taken at appropriate locations on the Protected Property of the wetland, trench area, and any other portion of the Greenleaf Creek floodplain where mitigation work was performed. Appropriate locations shall be defined as those locations that clearly and completely document the wetland the trench area and any other portion of the Greenleaf floodplain where mitigation work was performed; and
- b) A copy of the deed with an accurate legal description or a current survey certified by a Professional Land Surveyor (PLS) of the Protected Property.
- c) A copy of a verified wetland survey map, which delineates all waters of the United States, including wetlands within the Property.

#### 2) Term

These restrictions shall run with the land in perpetuity and be binding on all future owners, heirs, successors, administrators, assigns, lessees, or other occupiers and users.

# 3) General

The following activities are prohibited on the Property subject to this Deed Restriction:

(a) Filling, excavation, or alteration of the Property that will affect the success criteria outlined in the Mitigation Plan unless approved in writing in advance by the USACE;

- (b) Placing dredged or fill material on Property except as necessary for completion of mitigation;
- (c) Commercial, industrial, agricultural, residential developments, buildings or structures, including but not limited to signs;
- (d) Removal or destruction of trees or plants, mowing, draining, plowing, mining, removal or topsoil, sand, rock, gravel or other materials in the absence of express permission from USACE;
- (e) Operation of motorized vehicles of any kind except as necessary for completion of mitigation work or in emergency situations;
- (f) Application of insecticides or herbicides except those specifically designated for wetland use;
- (g) Grazing or keeping of cattle, sheep, horses or other livestock;
- (h) Placement of utility lines either overhead or within the Property including telephone, electrical, gas, water or sewer. Existing lines may remain.
- (i) Modifications to the hydrology of the Property, either directly or indirectly, that would allow more water onto, or that would drain water away from, the Property. Such prohibited modifications include but are not limited to ditching, changes to any water control structures, or alternations to any naturally occurring features.

# 4) Rights of Access and Entry

The USACE and the United States Forest Service shall have the right to enter and go upon the Property for purposes of inspection, and to take actions including but not limited to scientific observations and studies, and collection of samples. This right of access will be permitted during reasonable times.

# 5) Enforcement

In the event of a breach of the restrictions by the Owner, or a third party working with the permission of or under the direction of the Owner, the USACE must be notified immediately. If the USACE becomes aware of a breach of this Agreement, the USACE will notify the Owner of the breach. The Owner shall have thirty (30) days after receipt of such notice to undertake actions that are reasonably calculated to promptly correct the conditions constituting the breach. If the Owner corrects the conditions constituting the breach in a timely and reasonable manner, no further action is warranted or authorized. If the Owner fails to initiate such corrective action within thirty (30) days or fails to complete the necessary corrective action, the USACE may undertake such actions, including legal proceedings, as are necessary to effect such corrective action. Any forbearance on the part of the USACE to exercise its rights in the event of a breach of the restrictions shall not be deemed or construed to be a waiver of their rights hereunder in the event of any subsequent failure of the Property owner to comply.

If any provision of this Deed Restriction, or the application thereof to any person or circumstance, is found to be invalid, the remainder of the provisions of this Deed Restriction, or the application of such provisions to persons or circumstances other then those as to which it is found to be invalid, as the case may be, shall not be affected thereby.

Dated this day of	, 20
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Ву:

2008 General Work Scheadule				
Task	Who	Start Date	Completed By Date	Complete?
FS Nepa	USFS		Dec-07	Ь
FS Consistency Review	USFS		Dec-07	Υ
Permission Letter From Longview	USFS	Sent out 2/15/2008	5/15/2008	Υ
Prepare Skamania County Consistency Review	USFS	Submit by 6/2/2008	Receive Permit by 9/2/2008	
Additional State Review-SEPA	USFS	Submit by 6/2/2008	Receive SEPA by 7/7/2008	
	Cam with concurrance from USFS,		6/25/2008	
Select Consultant for Project Oversight	ACOE, Longview Fibre	_	71470000	
Meet VVIII Consultant to Define Scope of VVOIR	Consultant	Submit by 07/11/2008	Receive P	
	Com with concurrance from LISES		_	
Select Equipment Contractor	Cam with concurrance from USFS, ACOE, Longview Fibre		8/15/2008	
Survey Property Boundary Lines	Surveyor Hired by Cam		9/1/2008	
Lay Out Wetland Excavation and Identify Fill				
Storage Areas. Identify and Lay Out all other	Layout by consultant, concurrance by		9/1/2008	
Ground Disturbing Work to Be Completed by	ACOE, USFS, Williams Pipeline and		00071	
Mechanical Equipment	Longview Fibre			
	Consultant with concurrance by			
Work Items and get Agreement on Final Excavation	ACOE, USFS, Williams Pipeline and		9/1/2008	-
	Longview Fibre			
Make Any Field Adjustments Agreed To By Land	7		9/9/2008	
Owners	Consultant		0000000	
Fish Removal From Trench	USFS	9/9/2008	8/9/2008	
Start Excavation Work	Consultant & Equipment Contractor	9/10/2008		
Scalp Weeds off Floodplain and Dispose	Consultant & Equipment Contractor		9/12/2008	
	2 to		9/30/2008	
	Consultant & Equipment Contractor			
Pull Sod and Perferated Pipe on USFS Land by Main Building	Consultant & Equipment Contractor		10/3/2008	
Remove Landscape Vegetation and Hardscape from	-		10/3/2008	
NFS Land	Consultant and Crew Hired by Cam		0002/01	
First Herbicide Application-Broadcast	Consultant and Certified Applicatior with USFS concurrance		10/30/2008	
Plant Floodplain Area with Grasses	Consultant and Crew Hired by Cam	10/30/2008	12/10/2008	
Plant Floodplain and Sod Removal Area with		2/1/2000	4/30/2009	
trees/shrube	Consultant and Crew Hired by Cam	3/11/2003	4/30/2003	
Plant Wetland	Consultant and Crew Hired by Cam	3/1/2009	4/30/2009	
Second Herbicide Application-Spot Spray	Consultant and Certified Applicatior with USFS concurrance		April 2009;late May 2009; late June 2009; late July 2009	
	Consultant and Crew Hired by Cam with			
Monitor Plant Survival Each Year and Replant	concurrance from USFS, ACOE,	03/01/09	12/31/2013	
Where Necessary	Longview Fibre			
Third Herbicide Application-Spot Spray	USFS	-	2010	
Fourth Herbicide Application-Spot Spray	USFS		2011	

					!	
2009 General Work Scheadule						
Task	Who	Item in Settlement Agree	Start Date	To Be Completed By Date	Complete?	Date Completed
FS Nepa	USFS			Dec-07	>	Dec-07
FS Consistency Review	USFS			Dec-07	>-	Dec-07
Permission Letter From Longview	USFS		Sent out 2/15/2008	5/15/2008	>-	5/15/2008
Prepare Skamania County Consistency Review	USFS		Submit by 6/2/2008	Receive Permit by 9/2/2008		
	USFS		Submit by 6/2/2008	Receive SEPA by 7/7/2008		
	Cam with concurrance from USFS,			5/1/2009		
Select Consultant for Project Oversight	ACOE, Longview Fibre			000011711		
Meet With Consultant to Define Scope of Work	Cam, USFS, ACOE, Longview Fibre			5/15/2009		
ACOE/WDFW Permit/JARPA	Consultant		Submit by 06/1/2009	Receive Permit by 08/15/2009		
	Cam with concurrance from USFS,			8/15/2009		
Select Equipment Contractor	ACOE, Longview Fibre			60001710		
Survey Property Boundary Lines	Surveyor Hired by Cam			8002/1/8		
Lay Out Wetland Excavation and Identify Fill Storage Areas. Identify and Lay Out all other	Lavout by consultant, concurrance by			000000000000000000000000000000000000000		
Ground Disturbing Work to Be Completed by	ACOE USFS. Williams Pipeline and			6/15/2009		
Mechanical Equipment	Longview Fibre					
Field Meeting With Landowners to go Over Final	Consultant with concurrance by					
Work Items and get Agreement on Final Excavation ACOE, USFS, Williams Pipeline and	ACOE, USFS, Williams Pipeline and			9/1/2009		
Scope of Work.	Longview Fibre					
Make Any Field Adjustments Agreed To By Land				9/9/2009		
Owners	Consultant		00000000	0000000		
Fish Removal From Trench	USFS		8/10/2/8/8	SOCZIEJE	-	
Start Excavation Work	Consultant & Equipment Contractor		9/10/2009			
Scalp Weeds off Floodplain and Dispose	Consultant & Equipment Contractor			9/12/2009		
Excavate Main Wetland and All Other				9/30/2009		
Floodplain/Wetland Excavation and Fill Removal	Consultant & Equipment Contractor					
Pull Sod and Perferated Pipe on USFS Land by	1			10/3/2009		
Main Building	Consultant & Equipment Contractor					
Remove Landscape Vegetation and Hardscape	Consultant and Craw Hirad by			10/3/2009		
HOLD INTO LAIN	Consultant and Certified Application with					
First Herbicide Application-Broadcast	USFS concurrance			10/30/2009		
Plant Floodplain Area with Grasses	Consultant and Crew Hired by Cam		10/30/2009	12/10/2009		
Plant Floodplain and Sod Removal Area with trees/shrube	Consultant and Crew Hired by Cam		3/1/2010	4/30/2010		
Plant Wetland	Consultant and Crew Hired by Cam		3/1/2010	4/30/2010		
Annual Control of the	Consultant and Certified Application with			April 2010;late May 2010; late		
Second Herbicide Application-Spot Spray	OSFS Concurrance			and the same of the same	-	
Monitor Plant Survival Each Year and Replant	concurrance from USFS, ACOE,		03/01/10	12/31/2014		
Where Necessary	Longview Fibre					
Third Herbicide Application-Spot Spray	USFS			2011		
Fourth Herbicide Application-Spot Spray	USFS			2012		